UNITED STATES DISTRICT COURT FOR THE DISTRICT OF MASSACHUSETTS

GENZYME CORPORATION)
Plaintiff,) Civil Action No. 05-10626 PBS
v.)
SYNPEP CORPORATION)
Defendant.)
)

PLAINTIFF GENZYME CORPORATION'S MOTION FOR FINAL JUDGMENT PURSUANT TO RULE 54(B)

Plaintiff Genzyme Corporation ("Genzyme") hereby requests that the Court enter final and separate judgment in its favor pursuant to Fed. R. Civil P. 54(b). As grounds for this Motion, Genzyme states as follows:

- 1. On or about March 30, 2005, Plaintiff Genzyme filed a Complaint against Defendant SynPep Corporation ("SynPep") which asserted claims against SynPep for breach of contract, breach of the implied covenant of good faith and fair dealing, and unfair and deceptive business practices pursuant to M.G.L.c. 93A, §§ 2 and 11. The Complaint sought to recover damages of \$105,345.75.
- 2. Thereafter, Genzyme's counsel, Alexander Furey of Furey & Associates LLC, worked closely with SynPep's counsel, Jason Morgan of Drohan, Hughes, Tocchio & Morgan, P.C. to quickly resolve this dispute. On or about June 28, 2005, the parties reached a settlement and, thereafter, entered into a Structured Settlement Agreement which required Synpep to purchase \$98,000 worth of certain amino acid derivatives ("Product") from Genzyme over a period of six months.

- 3. To ensure that SynPep honored the payment schedule contained in the Structured Settlement Agreement, the parties executed a Consent Judgment. The Consent Judgment states that if SynPep fails to timely complete the required minimum monthly purchases of Product from Genzyme during any given month, SynPep will be considered to be in default. It also states that in the event SynPep fails to cure the default within fourteen (14) calendar days of service of a Notice of Default on SynPep, and its counsel of record, SynPep is obligated to immediately pay Genzyme the entire amount demanded in the Complaint plus interest (\$105, 345.75 plus interest at the annual rate of twelve percent (12%) compounded monthly from March 20, 2005).
- 4. Thereafter, SynPep repeatedly breached the terms of the Structured Settlement Agreement and, despite receiving several Notices of Default from Genzyme, failed to cure its default. As a result, on January 19, 2006, Genzyme moved the Court to enforce the terms of the parties' Consent Judgment.
- 5. On March 6, 2006, a hearing regarding Genzyme's Motion to Enforce the Consent Judgment was scheduled to be heard before Judge Saris. Due to the fact the Motion to Enforce the Consent Judgment was unopposed by SynPep, it was summarily granted by the Court. *See* Agreement for Consent Judgment and Periodic Payment Scheduled signed by J. Saris on March 7, 2006, attached as Exhibit 1.

6. In accordance with the terms of the Consent Judgment and Periodic Payment Schedule signed by the Court on March 7, 2006, Genzyme now seeks an order of final and separate judgment in the amount of \$118,512.50 (i.e. \$105, 345.75 plus interest at the annual rate of twelve percent (12%) compounded monthly from March 20, 2005). *See* Exhibit 1 at ¶ 5.

WHEREFORE, Plaintiff Genzyme Corporation respectfully requests that the Court enter final and separate judgment in its favor, pursuant to Fed. R. Civ. P. 54(b), in the amount of \$118,512.50. *See* Proposed Order attached as Exhibit 2.

Respectfully submitted by the Plaintiff,

GENZYME CORPORATION

By its attorney,

/s/ Alexander Furey

Alexander Furey, BBO# 634157 Furey & Associates LLC 28 State Street Suite 1100 Boston, Massachusetts 02109 Phone (617) 573-5114

Dated: March 13, 2006

CERTIFICATE OF SERVICE

I, Alexander Furey, hereby certify that a copy of the foregoing document, and its exhibits, was served by electronic filing to counsel of record for Defendant on March 13, 2006.

/s/ Alexander Furey

UNITED STATES DISTRICT COURT FOR THE DISTRICT OF MASSACHUSETTS

	 ,
	?
)
GENZYME CORPORATION)
and the second s	j
Plaintiff,	Civil Action No. 05-10626 PBS
Fiziniii,) CIVIL ACCION NO. US-10020 1 PO
	!
v .)
)
SYNPEP CORPORATION)
	Ś
Defendant.	`
L/Cigitianit.	,

AGREEMENT FOR CONSENT JUDGMENT AND PERIODIC PAYMENT SCHEDULE

AND NOW COME Plaintiff Genzyme Corporation ("Genzyme") and Defendant SynPep Corporation ("SynPep") and hereby agree as follows:

- This Agreement for Consent Judgment and Periodic Payment Schedule ("Agreement for Consent Judgment") is conditional upon the breach by SynPep of the periodic payment schedule set forth herein.
- 2. Escrow. This Agreement for Consent Judgment will be held in escrow by Genzyme, subject to the conditions contained herein. As a precondition to filing this Agreement for Consent Judgment, Genzyme must attest to the Court that SynPep has failed to make payment under the periodic payment schedule set forth herein and that SynPep has failed to cure, pursuant to Section 5 of the Structured Settlement Agreement, any such breach within fourteen (14) calendar days of receiving written notice of its failure to make such payment.

3. Periodic Payment Schedule. Over the next six consecutive months (from June 30, 2005 to November 15, 2005), SynPep must purchase \$98,000 worth of amino acid derivatives ("Product") from Genzyme in the quantities and at the prices listed below:

AMOUNT	PRODUCT	PRICE
20 kilos	Fmoc L-Trp(Boc)-OH	\$3,000 per kilo
10 kilos	Fmoc L-Cys(Trt)-OH	\$2,100 per kilo
10 kilos	Fmoc L-His(Trt)-OH	\$1,700 per kilo

SynPep's purchase of such Product from Genzyme will be in the form of six consecutive minimum monthly installment payments of \$16,333.33, starting June 30, 2005 and ending November 15, 2005. After SynPep's initial purchase of Product on June 30, 2005, payment for such Product will be due to Genzyme on or before the 15th day of each month. Payment for Product will be made by certified or company check. If payment is made by company check, then Genzyme may wait on shipment of Product until the funds have cleared and are accessible to Genzyme. Payment will be sent via U.S. Mail or other recognized mail delivery service to:

David M. DeLoria
Director of Marketing and Special Projects
Genzyme Pharmaceuticals
500 Kendall Street
Cambridge, Massachusetts

4. Notice and Cure. If SynPep breaches the Agreement and fails to timely (by the 15th day of the month after the initial payment on June 30th) purchase a minimum of \$16,333.33 worth of Product from Genzyme during any given month, it will be considered in default of the parties' Agreement. After service (via facsimile and U.S. Mail) of written notice of default on both SynPep and its counsel of record, SynPep will have fourteen (14) calendar days to cure the default by completing its required monthly

purchase. Service of written notice will be considered complete upon deposit of such notice in the U.S. Mail.

- 5. Default. In the event SynPep fails to cure any default within fourteen (14) calendar days of service of the notice of default on SynPep and its counsel of record, SynPep will be obligated to immediately pay Genzyme the entire amount demanded in the Complaint plus interest (\$105,345.75 plus interest at the annual rate of twelve percent (12%) compounded monthly from March 20, 2005).
- 6. Confidentiality. Genzyme and SynPep agree that the existence, terms, and conditions of this Agreement for Consent Judgment are to be kept confidential, in escrow, unless and until such time that Genzyme is permitted to file this Agreement for Consent Judgment in accordance with the terms herein.
- 7. <u>Litigation</u>. Provided that SynPep is not in material breach of the periodic payment schedule set forth herein, subject to cure in accordance with Section 5 of the Structured Settlement Agreement, this Agreement for Consent Judgment will be held in escrow and will not be filed with the Court. In the interim, while this Agreement for Judgment is in effect, Genzyme agrees not to default SynPep. If necessary, Genzyme

Case 1:05-cv-10626-PBS Document 10-2 Filed 03/13/2006 Page 4 of 5

Case 1:05 cv-10625-PBS

Fredman 33

Tiled 01/20/2006

Page 4 of 5

agrees to represent to the Court that the parties are working towards settlement, such that the Court will not impose judgment against SynPep.

GENZYME CORPORATION

By its attorney,

Alexander Furey, BBO# 634157 Furey & Associates LLC 28 State Street, Suite 1100 Boston, Massachusetts 02109 Phone (617) 573-5114

Dated: June 24, 2005

SYNPEP CORPORATION

By its attorney,

W. Morgan, BBØ# 633802

Dreman, Hughes, Tocchie & Morgan, P.C. 173 Derby Street, Suite 30

Hingham, MA 02043

Phone (781) 749-7200

SO ORDERED:

United States District Court Judge

Case 1:05-01-10626-DBS

Document 3-3

Filed 01/20/2006

Page 5 of 5

agrees to represent to the Court that the parties are working towards settlement, such that the Court will not impose judgment against SynPep.

GENZYME CORPORATION

By its attorney,

SYNPEP CORPORATION

By its attorney,

Alexander Eurey, BBO# 634157 Furey & Associates LLC 28 State Street, Suite 1100 Boston, Massachusetts 02109 Phone (617) 573-5114

Dated: June 24, 2005

Jason W. Morgan, BBO# 633802 Drohan, Hughes, Tocchio & Morgan, P.C. 175 Derby Street, Suite 30 Hingham, MA 02043 Phone (781) 749-7200

SO ORDERED:

United States District Court Judge

UNITED STATES DISTRICT COURT FOR THE DISTRICT OF MASSACHUSETTS

GENZYME CORPORATION)
Plaintiff,) Civil Action No. 05-10626 PBS
v.)
SYNPEP CORPORATION)
Defendant.))

[PROPOSED] ORDER OF JUDGEMENT PURSUANT TO FED. R. CIV. P. 54(B)

The Court hereby **ORDERS**, pursuant to Fed. R. Civ. P. 54(B), that final and separate judgment be entered in favor of Plaintiff Genzyme Corporation against Defendant SynPep Corporation in the amount of \$118,512.50.

UNITED STATES DISTRICT COURT JUDGE